

1. Company details

Name of entity:	RAS Technology Holdings Limited
ABN:	16 650 066 158
Reporting period:	For the half-year ended 31 December 2023
Previous period:	For the half-year ended 31 December 2022

2. Results for announcement to the market

				\$'000
Revenues from ordinary activities	up	32.5%	to	7,566
Loss from ordinary activities after tax attributable to the owners of RAS Technology Holdings Limited	improvement	32.2%	to	(382)
Loss for the half-year attributable to the owners of RAS Technology Holdings Limited	improvement	32.2%	to	(382)

Comments

Financial Performance

During the half-year period from July to December 2023, revenue increased by \$1.86m to \$7.57m compared to \$5.71m for the half-year period from July to December 2022.

The Company recorded a loss before tax for the half-year period amounting to \$0.18m compared to a loss of \$0.59m for the previous corresponding period.

Financial Position

During the half-year period the net assets of the Company decreased by \$0.22m to \$12.36m (30 June 2023: \$12.58m) which resulted from the loss incurred during the half-year period.

The Company's cash burn slowed considerably in the first half of FY2024 with the cash balance being \$8.52m at the end of December which was down only slightly from the \$8.68m reported at the end of FY2023, working capital as at December 2023 was \$6.92m relative to the working capital from the prior corresponding period which was \$7.44m.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	16.31	17.63

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends declared or paid during the half-year period.

Previous period

There were no dividends declared or paid in respect of the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Currently all accounting policies of the group are consistent with those adopted by its ultimate holding company, RAS Technology Holdings Limited.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

11. Attachments

Details of attachments (if any):

The Interim Report of RAS Technology Holdings Limited for the half-year ended 31 December 2023 is attached.

12. Signed

Signed  _____

Date: 27 February 2024

Kate Carnell AO
Non-executive Chair

RAS | TECHNOLOGY
HOLDINGS

RAS Technology Holdings Limited

ABN 16 650 066 158

Interim Report - 31 December 2023



RAS Technology Holdings Limited
Corporate directory
31 December 2023



Directors	Kate Carnell AO (Non-executive Chair) Gary Crispe (Executive Director) Greg Nichols (Non-executive Director) James Palmer (Non-executive Director) Sophie Karzis (Non-executive Director)
Chief Executive Officer	Stephen Crispe
Chief Financial Officer	Tim Olive
Company Secretary	Justin Mouchacca
Registered office	Level 21, 459 Collins Street Melbourne, Victoria 3000 Phone: +61 3 8630 3321
Principal place of business	Unit 4, Mezzanine Level 55 Wentworth Avenue Kingston ACT 2604
Share register	Link Market Services Limited Level 12, 680 George Street Sydney NSW 2000 Phone: 1300 554 974
Auditor	BDO Audit Pty Ltd 11/1 Margaret Street Sydney NSW 2000
Stock exchange listing	RAS Technology Holdings Limited shares are listed on the Australian Securities Exchange (ASX code: RTH)
Website	https://www.racingandsports.company/

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The directors present their report on the consolidated entity consisting of RAS Technology Holdings Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2023.

Directors

The following persons were directors of RAS Technology Holdings Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Kate Carnell AO (Non-executive Chair)
Gary Crispe (Executive Director)
Greg Nichols (Non-executive Director)
James Palmer (Non-executive Director)
Sophie Karzis (Non-executive Director)

Principal activities

RAS Technology Holdings Limited trading as Racing and Sports, a leading provider of fully integrated premium data, enhanced content, and SaaS solutions to the global racing and wagering industries.

Racing and Sports currently services a longstanding, established and geographically diverse customer base of racing bodies and authorities, wagering operators, media and digital organisations and retail and private clients.

The headquarters for Racing and Sports operations is located in Canberra, Australia, and an office in York, United Kingdom.

There has not been any change to the principal activities during the period.

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$0.38 million (31 December 2022: loss of \$0.56 million).

Business Performance

The key operating metrics for the business include:

Revenue: Revenue derived from customer contracts during the period under review

Annualised Monthly Recurring Revenue (AMRR): is measured as the annualised monthly revenue of customers that are active at half-year end

Average Annualised Revenue per Enterprise Customer (AARPEC): is measured as the annualised monthly revenue per active Enterprise Customer at half-year end: and

Enterprise Customers: Active customers with revenue exceeding \$50,000 per annum.

Revenue for the half-year ending 31 December 2023 was \$7.57 million, and was up 33% vs 31 December 2022 of \$5.71 million. This increase is underpinned by the continued growth of the Company's data and enhanced content services with revenue of \$4.81 million (HY22 \$4.01 million) and wagering technology products with revenue of \$2.06 million (HY22 \$1.37 million).

As at 31 December 2023, AMRR has increased to \$15.1 million, this represents an increase in contracted revenue of 35% for the half-year compared to 31 December 2022.

The business has also continued to focus on the expansion of products and services to existing Enterprise Customers resulting in AARPEC increasing 22% to \$0.516m compared to the prior period of \$0.425m. The overall number of enterprise customers has increased for the half-year by 17% to 27 in total (FY22 - 23).

	31 December 2023 \$'000	31 December 2022 \$'000	Variance \$'000	Variance %
Revenue	7,566	5,708	1,858	33%
AMRR	15,055	11,152	3,903	35%
AARPEC	516	425	91	21%
Enterprise Customers	27	23	4	17%

Outlook:

In FY24 the business will continue to execute on our key growth initiatives. These initiatives include:

- UK Growth – to leverage recently granted UK data distribution and reseller rights to rapidly grow market share in the UK and Europe.
- Complete Racing Solutions - provide high-quality, customisable, complete racing solutions, including data, content, pricing, trading and innovations) for wagering operators and platform providers looking to offer a high quality racing product.
- International Expansion – develop strategic partnerships and direct sales to expand our presence in the Americas, Asia, Middle East, and other emerging territories.
- Increasing Penetration of Racing Data and Content: we continue to increase penetration of our market leading racing data and content products across all client segments and geographies.
- Expanding Wagering Technology and Services: including continuing enhancement of our trading and technology capability and launch of our Wagering 360 offering.
- Digital and Media – drive accelerated growth through our digital and media assets through increased advertising revenue and expanded B2C products.
- Acquisitions: identify and engage with companies in key territories or with key capabilities to complement our existing business and to accelerate growth.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Kate Carnell AO
Non-executive Chair

27 February 2024

DECLARATION OF INDEPENDENCE BY CLAYTON EVELEIGH TO THE DIRECTORS OF RAS TECHNOLOGY HOLDINGS LIMITED

As lead auditor for the review of RAS Technology Holdings Limited for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of RAS Technology Holdings Limited and the entities it controlled during the period.



Clayton Eveleigh
Director

BDO Audit Pty Ltd

Sydney, 27 February 2024

RAS Technology Holdings Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2023

		Consolidated	
	Note	31 December 2023 \$'000	31 December 2022 \$'000
Revenue			
Revenue from contracts with customers	4	7,566	5,708
Other income	5	716	334
Expenses			
Data and processing expenses		(576)	(467)
Employee benefits expenses		(4,963)	(3,471)
Depreciation and amortisation expense		(786)	(635)
Finance costs		(31)	(35)
Occupancy expenses		(49)	(40)
Administration expenses		(1,890)	(1,640)
Technology expenses		<u>(163)</u>	<u>(341)</u>
Loss before income tax (expense)/benefit		(176)	(587)
Income tax (expense)/benefit		<u>(206)</u>	<u>23</u>
Loss after income tax (expense)/benefit for the half-year attributable to the owners of RAS Technology Holdings Limited		(382)	(564)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		<u>(7)</u>	<u>(6)</u>
Other comprehensive income for the half-year, net of tax		<u>(7)</u>	<u>(6)</u>
Total comprehensive income for the half-year attributable to the owners of RAS Technology Holdings Limited		<u><u>(389)</u></u>	<u><u>(570)</u></u>
		Cents	Cents
Basic earnings per share	14	(0.84)	(1.24)
Diluted earnings per share	14	(0.84)	(1.24)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

		Consolidated	
	Note	31 December 2023 \$'000	30 June 2023 \$'000
Assets			
Current assets			
Cash and cash equivalents		8,522	8,683
Trade and other receivables		1,884	2,199
Contract assets		242	403
Other assets		251	232
Total current assets		<u>10,899</u>	<u>11,517</u>
Non-current assets			
Property, plant and equipment	6	397	476
Deferred tax asset		917	1,151
Intangibles	7	4,514	3,927
Right-of-use assets	8	821	973
Total non-current assets		<u>6,649</u>	<u>6,527</u>
Total assets		<u>17,548</u>	<u>18,044</u>
Liabilities			
Current liabilities			
Trade and other payables		2,724	2,949
Current tax liabilities		14	14
Contract liabilities		126	129
Employee benefits		792	674
Lease liabilities		320	305
Total current liabilities		<u>3,976</u>	<u>4,071</u>
Non-current liabilities			
Deferred tax liabilities		370	397
Contract liabilities		23	35
Employee benefits		69	50
Lease liabilities		621	786
Provisions		126	125
Total non-current liabilities		<u>1,209</u>	<u>1,393</u>
Total liabilities		<u>5,185</u>	<u>5,464</u>
Net assets		<u>12,363</u>	<u>12,580</u>
Equity			
Issued capital	9	13,442	13,424
Reserves		305	615
Accumulated losses		<u>(1,384)</u>	<u>(1,459)</u>
Total equity		<u>12,363</u>	<u>12,580</u>

The above statement of financial position should be read in conjunction with the accompanying notes

RAS Technology Holdings Limited
Statement of changes in equity
For the half-year ended 31 December 2023

Consolidated	Issued capital \$'000	Accumulated losses \$'000	Reserves \$'000	Total equity \$'000
Balance at 1 July 2022	13,424	(162)	566	13,828
Loss after income tax benefit for the half-year	-	(564)	-	(564)
Other comprehensive income for the half-year, net of tax	-	-	(6)	(6)
Total comprehensive income for the half-year	-	(564)	(6)	(570)
<i>Transactions with owners in their capacity as owners:</i>				
Share-based payments (note 15)	-	-	67	67
Balance at 31 December 2022	<u>13,424</u>	<u>(726)</u>	<u>627</u>	<u>13,325</u>

Consolidated	Issued capital \$'000	Accumulated losses \$'000	Reserves \$'000	Total equity \$'000
Balance at 1 July 2023	13,424	(1,459)	615	12,580
Loss after income tax expense for the half-year	-	(382)	-	(382)
Other comprehensive income for the half-year, net of tax	-	-	(7)	(7)
Total comprehensive income for the half-year	-	(382)	(7)	(389)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 9)	18	-	(18)	-
Share-based payments (note 15)	-	457	(285)	172
Balance at 31 December 2023	<u>13,442</u>	<u>(1,384)</u>	<u>305</u>	<u>12,363</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

	Consolidated	
	31 December 2023	31 December 2022
	\$'000	\$'000
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	7,949	5,611
Payments to suppliers and employees (inclusive of GST)	(8,175)	(6,443)
Receipts from government grants - R&D	1,215	-
Interest received	170	104
Interest paid	(31)	(35)
Net cash from/(used in) operating activities	<u>1,128</u>	<u>(763)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(26)	(60)
Payments for intangible asset	(1,116)	(952)
Proceeds from disposal of property, plant and equipment	<u>-</u>	<u>130</u>
Net cash used in investing activities	<u>(1,142)</u>	<u>(882)</u>
Cash flows from financing activities		
Principal repayment of lease liabilities	<u>(147)</u>	<u>(108)</u>
Net cash used in financing activities	<u>(147)</u>	<u>(108)</u>
Net decrease in cash and cash equivalents	(161)	(1,753)
Cash and cash equivalents at the beginning of the financial half-year	<u>8,683</u>	<u>10,767</u>
Cash and cash equivalents at the end of the financial half-year	<u><u>8,522</u></u>	<u><u>9,014</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover RAS Technology Holdings Limited as a consolidated entity. The financial statements are presented in Australian dollars, which is RAS Technology Holdings Limited's functional and presentation currency.

RAS Technology Holdings Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

Level 21, 459 Collins Street
Melbourne, Victoria 3000
Phone: +61 3 8630 3321

Principal place of business

Unit 4, Mezzanine Level
55 Wentworth Avenue
Kingston ACT 2604

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 27 February 2024.

Note 2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Note 3. Operating segments

Identification of reportable operating segments

The Group provides Wagering Technology solutions including software and race day controls as well and Data as a Service solutions to the racing and sports wagering industries on a global basis. The Chief Executive Officer is the Chief Operating Decision Maker (CODM) and monitors the operating results on a consolidated basis, and accordingly, the Group has concluded that it has one reportable segment.

The internal management reporting presented to key business decision makers report total assets and liabilities on the basis consistent with that of the consolidated financial statements. These reports do not allocate assets and liabilities based on the operations of each segment or by geographical location. Under the current management reporting framework, total assets are not reviewed to a specific reporting segment or geographical location.

Note 3. Operating segments (continued)

	Sales to external customers 31 Dec 2023 \$'000	Sales to external customers 31 Dec 2022 \$'000
Australia	4,672	2,833
United Kingdom	1,678	1,545
United States	527	785
Rest of the World	689	545
	<u>7,566</u>	<u>5,708</u>

Note 4. Revenue from contracts with customers

	Consolidated 31 December 2023 \$'000	Consolidated 31 December 2022 \$'000
Data services	4,807	4,009
Digital & media	679	319
Consultancy & development	17	7
Wagering	2,063	1,373
	<u>7,566</u>	<u>5,708</u>

Disaggregation of revenue

The consolidated entity derives its revenue from the delivery of the above services to its customers. The table above provides a breakdown of revenue by major business line. All revenue has been recognised over time as the performance obligations are satisfied. As disclosed in Note 3, the consolidated entity has one operating segment which derives revenues from a range of geographical locations.

Note 5. Other income

	Consolidated 31 December 2023 \$'000	Consolidated 31 December 2022 \$'000
Government grant - R&D tax incentive	546	187
Other income	170	147
Other income	<u>716</u>	<u>334</u>

Note 6. Non-current assets - property, plant and equipment

	Consolidated	
	31 December 2023 \$'000	30 June 2023 \$'000
Leasehold improvements - at cost	435	435
Less: Accumulated depreciation	<u>(180)</u>	<u>(136)</u>
	<u>255</u>	<u>299</u>
Plant and equipment - at cost	370	345
Less: Accumulated depreciation	<u>(228)</u>	<u>(168)</u>
	<u>142</u>	<u>177</u>
	<u><u>397</u></u>	<u><u>476</u></u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Leasehold improvements \$'000	Plant and equipment \$'000	Total \$'000
Balance at 1 July 2023	299	177	476
Additions	-	26	26
Depreciation expense	<u>(44)</u>	<u>(61)</u>	<u>(105)</u>
Balance at 31 December 2023	<u><u>255</u></u>	<u><u>142</u></u>	<u><u>397</u></u>

Note 7. Non-current assets - intangibles

	Consolidated	
	31 December 2023 \$'000	30 June 2023 \$'000
Software - work in progress	<u>1,309</u>	<u>1,110</u>
Software - at cost	609	515
Less: Accumulated amortisation	<u>(184)</u>	<u>(116)</u>
	<u>425</u>	<u>399</u>
Database development - at cost	5,785	4,963
Less: Accumulated amortisation and impairment	<u>(3,005)</u>	<u>(2,545)</u>
	<u>2,780</u>	<u>2,418</u>
	<u><u>4,514</u></u>	<u><u>3,927</u></u>

Note 7. Non-current assets - intangibles (continued)

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Software - work in progress \$'000	Software \$'000	Database Development \$'000	Total \$'000
Balance at 1 July 2023	1,110	399	2,418	3,927
Additions	199	94	823	1,116
Amortisation expense	-	(68)	(461)	(529)
Balance at 31 December 2023	<u>1,309</u>	<u>425</u>	<u>2,780</u>	<u>4,514</u>

Note 8. Non-current assets - right-of-use assets

	Consolidated 31 December 2023 \$'000	30 June 2023 \$'000
Office premises - right-of-use	1,423	1,424
Less: Accumulated depreciation	<u>(611)</u>	<u>(464)</u>
	812	960
Computer equipment - right-of-use	27	26
Less: Accumulated depreciation	<u>(18)</u>	<u>(13)</u>
	9	13
	<u>821</u>	<u>973</u>

The Group's lease portfolio includes buildings, plant and equipment. These leases have an average lease term of 5 years.

The option to extend or terminate are contained in the property lease of the Group. There were no extension options for equipment leases. These clauses provide the Group opportunities to manage leases in order to align with its strategies. All of the extension or termination options are only exercisable by the Group. The extension options or termination options which were reasonably certain to be exercised have been included in the calculation of the right of use asset.

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Office premises \$'000	Computer equipment \$'000	Total \$'000
Balance at 1 July 2023	960	13	973
Depreciation expense	<u>(148)</u>	<u>(4)</u>	<u>(152)</u>
Balance at 31 December 2023	<u>812</u>	<u>9</u>	<u>821</u>

RAS Technology Holdings Limited
Notes to the financial statements
31 December 2023

Note 9. Equity - issued capital

	Consolidated			
	31 December 2023 Shares	30 June 2023 Shares	31 December 2023 \$'000	30 June 2023 \$'000
Ordinary shares - fully paid	<u>45,496,114</u>	<u>45,458,585</u>	<u>13,442</u>	<u>13,424</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$'000
Balance	1 July 2023	45,458,585		13,424
Conversion of performance rights	21 November 2023	<u>37,529</u>	\$0.47	<u>18</u>
Balance	31 December 2023	<u>45,496,114</u>		<u>13,442</u>

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Note 10. Key management personnel disclosures

Directors

The following persons were directors of RAS Technology Holdings Limited during the financial half-year:

Kate Carnell AO	Non-executive Chair
Gary Crispe	Executive Director
Greg Nichols	Non-executive Director
Sophie Karzis	Non-executive Director
James Palmer	Non-executive Director

Other key management personnel

The following persons also had the authority and responsibility for planning, directing and controlling the major activities of the consolidated entity, directly or indirectly, during the financial half-year:

Stephen Crispe	Chief Executive Officer
Robert Vilkaitis	Chief Technology Officer
Tim Olive	Chief Financial Officer

Note 10. Key management personnel disclosures (continued)

Compensation

The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated	
	31 December 2023	31 December 2022
	\$	\$
Short-term employee benefits	1,108,106	604,152
Post-employment benefits	54,798	44,262
Management services	-	79,750
Share-based payments	164,656	90,997
	<u>1,327,560</u>	<u>819,161</u>

Note 11. Related party transactions

Parent entity

RAS Technology Holdings Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in note 12.

Key management personnel

Disclosures relating to key management personnel are set out in note 10.

Transactions with related parties

The following transactions occurred with related parties:

	Consolidated	
	31 December 2023	31 December 2022
	\$	\$
Other Income:		
Employment remuneration of related parties to KMP's	56,925	142,491

Receivable from and payable to related parties

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties

There are no loan balances are outstanding at the reporting date in relation to loans with related parties.

Note 12. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

Name	Principal place of business / Country of incorporation	Ownership interest	
		31 December 2023	30 June 2023
		%	%
Racing and Sports Pty Ltd	Australia	100.00%	100.00%
Racing and Sports IP Pty Ltd	Australia	100.00%	100.00%
Racing and Sports International Pty Ltd	Australia	100.00%	100.00%
Racing and Sports Limited	United Kingdom	100.00%	100.00%

Note 13. Events after the reporting period

No matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 14. Earnings per share

	Consolidated	
	31 December 2023	31 December 2022
	\$'000	\$'000

Loss after income tax attributable to the owners of RAS Technology Holdings Limited	(382)	(564)
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	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	45,467,151	45,458,585
Adjustments for calculation of diluted earnings per share:		
Share options on issue	-	1,701,602
Adjustments for share options that are not dilutive	-	(1,701,602)
Share performance rights	2,875,491	354,930
Adjustments for share performance rights that are not dilutive	<u>(2,875,491)</u>	<u>(354,930)</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>45,467,151</u>	<u>45,458,585</u>

	Cents	Cents
Basic earnings per share	(0.84)	(1.24)
Diluted earnings per share	(0.84)	(1.24)

As at 31 December 2023, there were no options over ordinary shares that were considered to be dilutive. As the Group was in a loss position as at 31 December 2023, diluted earnings per share is the equivalent of basic earnings per share.

Note 15. Share-based payments

The Group has established an Equity Plan to provide long-term incentives to eligible employees, directors and contractors. Under the plan, cash, performance rights, options and shares may be granted to participants. Participation in the plan is at the Board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

The vesting of options is contingent on service based conditions. The options will expire 24 months after their vesting dates.

Options are granted under the plan for no consideration and carry no dividend or voting rights.

The options issued to Ord Minnett are on the same terms and valuation as the LTIP options - tranche 1.

31 December 2023							
Grant date	Expiry date	Exercise price	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
23/11/2021	23/11/2023	\$0.00	1,701,602	-	-	(1,701,602)	-
			1,701,602	-	-	(1,701,602)	-

31 December 2022							
Grant date	Expiry date	Exercise price	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
23/11/2021	23/11/2023	\$1.95	1,701,602	-	-	-	1,701,602
			1,701,602	-	-	-	1,701,602

All outstanding options expired during the period.

Set out below are summaries of performance rights granted under the plan:

31 December 2023							
Grant date	Vesting and exercisable date	Expiry date	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
14/03/2022	30/09/2024	31/12/2024	265,727	-	-	-	265,727
28/03/2022	30/09/2023	31/12/2023	53,648	-	-	(53,648)	-
17/11/2022	01/10/2025	31/12/2025	144,947	-	-	(76,668)	68,279
23/12/2022	01/10/2023	31/12/2023	107,296	-	(37,529)	(69,767)	-
23/12/2022	01/10/2024	31/12/2024	107,296	-	-	-	107,296
23/12/2022	01/10/2025	31/12/2025	1,153,990	-	-	-	1,153,990
15/12/2023	30/09/2026	31/12/2026	-	1,280,199	-	-	1,280,199
			1,832,904	1,280,199	(37,529)	(200,083)	2,875,491

Note 15. Share-based payments (continued)

31 December 2022							
Grant date	Vesting and exercisable date	Expiry date	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
14/03/2022	30/09/2024	31/12/2024	301,282	-	-	-	301,282
28/03/2022	30/09/2023	31/12/2023	53,648	-	-	-	53,648
17/11/2022	01/10/2025	31/12/2025	-	144,947	-	-	144,947
23/12/2022	01/10/2023	31/12/2023	-	107,296	-	-	107,296
23/12/2022	01/10/2024	31/12/2024	-	107,296	-	-	107,296
23/12/2022	01/10/2025	31/12/2025	-	1,228,569	-	-	1,228,569
			354,930	1,588,108	-	-	1,943,038

For the performance rights granted during the current financial half-year, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Grant date	Expiry date	Share price at grant date	Exercise price	Fair value at grant date
15/12/2023	31/12/2025	\$0.49	\$0.00	\$0.49

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Kate Carnell AO
Non-executive Chair

27 February 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of RAS Technology Holdings Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of RAS Technology Holdings Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.



Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit Pty Ltd

A handwritten signature in black ink that reads 'BDO'.

A handwritten signature in black ink, appearing to read 'Clayton Eveleigh'.

Clayton Eveleigh
Director

Sydney, 27 February 2024